

CITY OF GLASCO, KANSAS

**Financial Statements for the
Year Ended December 31, 2017
And Independent Auditors' Report**

CITY OF GLASCO, KANSAS

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INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and City Council
City of Glasco, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Glasco, Kansas (City), as of and for the year ended December 31, 2017 and the notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Kansas Municipal Audit and Accounting Guide (KMAAG) as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and KMAAG. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As describe in Note 1 of the financial statements, the financial statements are prepared by the City of Glasco, Kansas (City) to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of KMAAG, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Glasco, Kansas as of December 31, 2017, or changes in financial position thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Glasco, Kansas as of December 31, 2017, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of KMAAG described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances as a whole. The summary of regulatory basis expenditures – actual and budget and individual fund schedules of regulatory basis receipts and expenditures – actual and budget, are presented for purposes of additional analysis and are not a required part of the financial statements, however are required to be presented under the provisions of KMAAG. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole, on the basis of accounting described in Note 1.

Stephen M. Connolly, CPA, PC

May 31, 2018

CITY OF GLASCO, KANSAS

SUMMARY OF CASH RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH YEAR ENDED DECEMBER 31, 2017

	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Funds:						
General Fund	35,742	\$ 228,532	\$ 219,165	\$ 45,110	\$	\$ 45,110
Library	22	7,781	7,781	22		22
Employee Benefits	22,359	10,695	10,000	23,054		23,054
Special Highway	29,875	12,663	22,982	19,556		19,556
Special Street Improvement	52,802	30,000		82,802		82,802
Cemetery	38,233	28,715	21,139	45,809		45,809
Demolition	26,204	5,000	2,714	28,490		28,490
Youth Programs	1,768	-		1,768		1,768
Community Improvement	20,100	153		20,253		20,253
Tree Fund	36	-		36		36
Donations	605	21,021	1,760	19,866		19,866
Machinery Reserve Fund	75,000	15,000	34,694	55,306		55,306
Enterprise Funds:						
Electric Fund	295,250	420,620	465,051	250,819	13,165	263,984
Electric Reserve Fund	330,807	10,000	-	340,807		340,807
Water Fund	28,813	161,826	101,337	89,302		89,302
Water Reserve Fund	110,234	-	-	110,234		110,234
Sewer and Solid Waste Utility Fund	4,390	110,274	109,757	4,907		4,907
Sewer Reserve Fund	112,976	20,000	100,000	32,976		32,976
Fiduciary Fund:						
Meter Deposit	18,117	3,650	507	21,261		21,261
Total Primary Government	1,203,333	1,085,930	1,096,886	1,192,378	13,165	1,205,541
Component Unit:						
Glasco City Library	28,851	21,500	18,270	32,081		32,081
Total Reporting Entity	\$ 1,232,184	\$ 1,107,431	\$ 1,115,156	\$ 1,224,460	\$ 13,165	\$ 1,237,623
Less Transfers		150,000	150,000			
		957,431	965,156			
COMPOSITION OF CASH:						
State Bank of Delphos - Checking						280,078
State Bank of Delphos - Money Market Account						892,212
State Bank of Delphos - CD's						32,556
Petty cash						695
Total Primary Government					\$	1,205,541
Component Unit - Glasco Public Library						32,081
Total Reporting Entity					\$	1,237,623

CITY OF GLASCO, KANSAS

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- a. Reporting Entity – The City of Glasco (City) is a municipal corporation governed by an elected mayor and city council. These financial statements present the City of Glasco (the primary government) and include its component unit. The component unit is included in the city's reporting entity because of the significance of its operational or financial relationship with the City. The component unit of the City is as follows:

Library Board – The Library Board operates the Glasco Public Library. The acquisition or disposition of real property by the Board must be approved by the City, as does the issuance of bonds. The Library is a component unit of the City because of their fiscal dependency. The City annually levies a tax for the Library.

Cemetery District – The Cemetery Board operates the Glasco Cemetery District No 9. The acquisition or disposition of real property by the Board must be approved by the City, as does the issuance of bonds. The Cemetery is a component unit of the City because of their fiscal dependency. The City annually levies a tax for the Cemetery District.

- b. Basis of Presentation - Fund Accounting - The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity.

The following types of funds comprise the financial activities of the City for 2017.

Governmental funds:

General fund - to account for all unrestricted resources except those required to be accounted for in other funds or account groups.

Special purpose funds - to account for the proceeds of specific revenue sources or to finance specified activities as required by law or administrative regulation.

Capital project funds - to account for major capital expenditures not financed by other funds.

Proprietary funds:

Enterprise funds - to account for operations that are financed and operated in a manner similar to business enterprises, where the stated intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or where periodic determination of revenues earned, expenses incurred, and/or net income is deemed appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Fiduciary funds:

Agency Funds – to account for assets held by a governmental unit as an agent for individuals, private organizations, other governmental units, and/or other funds.

- c. Basis of Accounting - These financial statements are presented on a basis of accounting, which demonstrates compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund. Cash disbursements are recognized when the cash balance of a fund is decreased. For an interfund transaction, a cash disbursement is recorded in the fund from which the cash is transferred. Expenditures include disbursements and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract.

The municipality has passed a GAAP waiver by ordinance, which thereby requires this type of special reporting.

- d. Departure from Generally Accepted Accounting Principles - The basis of accounting described above results in a financial statement presentation, which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under generally accepted accounting principles, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year-end did not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. General fixed assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, temporary notes, and compensated absences are not presented in the financial statements.
- e. Budgetary Information - Kansas's statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5.
3. Public hearing on or before August 15, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. The City did not amend the budget for the year ended December 31, 2017.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of

expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the cash basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital project funds.

Spending in funds, which are not subject to the legal annual operating budget requirement, is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

2. DEPOSITS

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

Under K.S.A 12-1675, the City is limited in the type of investments it may engage in; primarily certificates of deposit, savings accounts, U.S. Treasuries, Kansas Municipal Investment Pool, and money market accounts. All these investments are considered low risk. The cost approximates market value. The City has no other policies that would further limit its investment choices.

State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and K.S.A. 9-1405.

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2017.

At year-end the carrying amount of the City's deposits was \$1,205,640 and the bank balance was \$1,247,861. The differences between the carrying amount and the bank balance are outstanding checks and deposits in transit.

The following represents a listing of the Certificates of Deposit:

	CD #	Maturity	Interest Rate	Amount
State Bank of Delphos	5065	3/08/2018	1.15%	\$ 12,556
State Bank of Delphos	5068	4/18/2018	1.42%	<u>20,000</u>
Total				\$ <u>32,556</u>

3. TAXES

Property Taxes – The determination of assessed valuations and the collection of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser annually determines assessed valuations and the County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the county.

In accordance with state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the following year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. One-half of the property taxes is due December 20, prior to the fiscal year for which they are budgeted, and the second half is due the following May 10.

Motor Vehicle Taxes – Since 1981 most motor vehicles became subject to a special tax paid at the time of registration instead of the traditional property tax. In 1995, the legislature enacted a five-year phase down in the assessment rate on motor vehicles from 30% to 20% of market value.

In 2017, the City received the following from city, county and state taxes:

	General Fund	Library Fund	Employee Benefit Fund	Cemetery	Special Highway Fund	Total
Property Taxes	\$ 27,736	\$ 5,938	\$ 7,740	\$ 27,719		\$ 69,133
Motor Vehicle Tax	8,840	1,843	2,955			13,638
Sales and Compensating Tax	77,648					77,648
Liquor Tax	476					476
Special Highway					12,663	12,663
	<u>\$ 114,700</u>	<u>\$ 7,781</u>	<u>\$ 10,695</u>	<u>27,719</u>	<u>\$ 12,663</u>	<u>\$ 173,558</u>

The assessed valuation in 2016 was \$1,204,366, which was used to determine the mill levy for 2017. The mill levy for 2017 was as follows:

General Fund	24.967
Library Fund	5.195
Employee Benefits Fund	6.778
	<u>36.940</u>

4. PENSION PLAN

General Information about the Pension Plan

Plan description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by KSA 74-4901, etc. seq. Kansas Law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. KSA 74-4919 and KSA 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2017. Effective January 1, 2017, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 0.85% contribution rate for Death and Disability Program) and the statutory contribution rate was 9.48% for the fiscal year ended December 31, 2017. Contributions to the pension plan from the City were \$10,055 for the year ended December 31, 2017.

Net Pension Liability

At December 31, 2017, the City's estimated proportionate share of the collective net pension liability was \$93,107. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

5. COMPENSATED ABSENCES FOR EMPLOYEES

Each full-time employee earns vacation for the years that the employee has been employed. The employee earns one week the first year, two weeks in years two through eight, three weeks in years nine through fifteen, and four weeks after fifteen years. The City's policy is to use the vacation time during the year, however, employees may carry forward accrued vacation time of up to 80 hours. Upon termination an employee shall be compensated for all accumulated vacation leave.

Each full-time employee receives 3.34 hours of sick leave each month. Sick leave is accumulated to a maximum of sixty days. Each full-time employee receives one day of personal leave each year. Personal leave can be used at the discretion of the employee but must be used during the year or lost.

6. INTERFUND TRANSFERS

<u>Fund</u>	<u>Transfers Out</u>	<u>Transfers In</u>
General Fund	\$ 35,000	\$ 70,000
Sewer Fund	20,000	
Sewer Reserve Fund		20,000
Water Fund	10,000	
Machinery Reserve Fund		15,000
Electric Reserve Fund		10,000
Demolition Fund		5,000
Electric Fund	85,000	
Special Street Improv. Fund		30,000
	<u>\$ 150,000</u>	<u>\$ 150,000</u>

7. DEBT

In January 2011, the City executed a 20-year loan agreement with the Kansas Department of Health and Environment (KDHE) which authorized financing of up to \$325,600 for certain wastewater system improvements. The amount of the loan is \$288,978 (\$151,897 outstanding at December 31, 2017) bearing interest at a rate of 2.66%, with principal and interest payments made on a semi-annual basis.

Payments for KPCRLF subsequent to 2017:

	Principal	Interest	Total
2018	\$ 8,035	\$ 3,987	\$ 12,023
2019	8,250	3,772	12,023
2020	8,471	3,551	12,023
2021	8,698	3,324	12,023
2022	8,931	3,092	12,023
2023	9,170	2,852	12,023
2024	9,416	2,607	12,023
2025	9,668	2,355	12,023
2026	9,927	2,096	12,023
2027	10,193	1,830	12,023
2028	10,465	1,557	12,023
2029	10,746	1,277	12,023
2030	11,033	989	12,023
2031	11,329	694	12,023
2032	11,632	390	12,023
2033	<u>5,932</u>	<u>79</u>	<u>6,011</u>
	\$ <u>151,897</u>	\$ <u>34,453</u>	\$ <u>186,351</u>

8. CONCENTRATIONS OF CREDIT RISK

The City is engaged in the sale of water, electricity, sanitation, and trash to customers located in Cloud County in Kansas. The City grants credit to those customers and requires no collateral.

9. COMPLIANCE WITH KANSAS LAW

Kansas statutes require that fixed budgets be legally adopted for special revenue and enterprise funds. References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the Director of Accounts and Reports and interpretation by the County Attorney and legal representatives of the City. There were no apparent statutory violations during the year ended December 31, 2017 for the funds that were part of this audit.

10. LITIGATION

On February 13, 2017 the City received a Notice of Claim pursuant to K.S.A. 12-105b regarding an alleged personal injury on City property. The letter has been forwarded to the City's insurance company which has not made a determination of probability of loss at this time. The maximum exposure under the City insurance policy is the amount of the deductible for claims of this nature, or \$1,000 dollars. Other than the aforementioned, the City has no pending litigation as of the report date.

11. INFRASTRUCTURE

The City has elected not to comply with Government Accounting Standards Board 34 (GASB 34), which requires Cities to account for their infrastructure. The City does not maintain a detail listing of any assets.

12. SUBSEQUENT EVENTS

Management has evaluated subsequent events from the financial statement date through May 31, 2018, the date at which these financial statements were available to be issued, and determined there are no other items to recognize or disclose.

* * * * *

CITY OF GLASCO, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET YEAR ENDED DECEMBER 31, 2017

	<u>Expenditures</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
General Fund	\$ 219,165	\$ 232,000	\$ 12,835
Special Revenue Funds:			
Library	7,781	8,300	519
Employee Benefits	10,000	12,000	2,000
Special Highway	22,982	19,509	(3,473)
Special Street Improvement		45,864	45,864
Cemetery	21,139	44,900	23,761
Demolition	2,714	15,000	12,286
Enterprise Funds:			
Electric Fund	465,051	674,609	209,558
Electric Reserve Fund			
Water Fund	101,337	192,065	90,728
Water Reserve Fund			
Sewer and Solid Waste Utility Fund	109,757	124,465	14,708
Sewer Reserve Fund			
Machinery Reserve Fund			
Total Budgeted Funds	\$ <u>959,925</u>	\$ <u>1,368,712</u>	\$ <u>408,787</u>
Nonbudgeted Funds:			
Donations	1,760		
Agency Fund	507		
Component Unit	<u>18,270</u>		
Total Reporting Entity	\$ <u>980,462</u>		

CITY OF GLASCO, KANSAS

GENERAL FUND
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL, AND BUDGET
YEAR ENDED DECEMBER 31, 2017

	2016 Actual	2017 Actual	2017 Budget	Variance Favorable (Unfavorable)
CASH RECEIPTS:				
County Tax	\$ 45,002	\$ 36,576	\$ 28,300	\$ 8,276
Local Sales Tax	80,302	77,648	74,000	3,648
Private Club Liquor Tax	300	476	281	195
Licenses Fees and Permits	203	215	150	65
Franchise Tax	7,661	10,051	12,000	(1,949)
Swimming Pool	4,613	3,630	5,000	(1,370)
Interest	1,426	1,478	800	678
Reimbursements	7,201	8,269	1,500	6,769
Gas Station	12,123	13,863	10,000	3,863
Transfers In	30,000	70,000	30,000	40,000
Other	4,534	6,327	100	6,227
Total Cash Receipts	193,364	228,532	\$ 162,131	\$ 66,401
EXPENDITURES:				
General Government				
Personal Services	6,897	7,122	\$ 12,000	\$ 4,878
Employee Benefits	3,503	4,293	-	(4,293)
Contractual Services	21,835	24,704	23,000	(1,704)
Commodities	3,068	4,543	4,000	(543)
Capital Outlay	-	-	1,000	1,000
Total General Government	35,302	40,662	40,000	(662)
Police				
Law Enforcement Contract	11,259	12,533	12,000	(533)
Commodities	-	-	8,000	8,000
Contractual Services	6,150	6,350	-	(6,350)
Total Police	17,409	18,883	20,000	1,117
Fire				
Contractual Services	6,639	8,069	8,000	(69)
Commodities	2,268	624	4,000	3,376
Capital Outlay	-	-	5,000	5,000
Total Fire	8,907	8,693	17,000	8,307
Streets				
Personal Services	20,984	30,410	32,000	1,590
Employee Benefits	10,019	10,972	-	(10,972)
Contractual Services	5,629	10,293	13,000	2,707
Commodities	11,333	9,458	15,000	5,542
Capital Outlay	13,750	-	10,000	10,000
Total Streets	61,715	61,133	70,000	8,867
Swimming Pool				
Personal Services	14,371	11,324	15,000	3,676
Employee Benefits	1,099	866	-	(866)
Contractual Services	12,616	15,154	9,000	(6,154)
Commodities	8,238	8,364	7,000	(1,364)
Capital Outlay	6,073	3,424	1,000	(2,424)
Total Swimming Pool	42,398	39,133	32,000	(7,133)
Street Lighting	8,167	8,006	8,000	(6)
City Building Improvements	-	-	-	-
Gas Station	11,511	7,656	10,000	2,344
Capital Improvements	-	-	-	-
Other	-	-	-	-
Transfers	35,000	35,000	35,000	-
Total Expenditures	220,409	219,165	\$ 232,000	\$ 12,835
Receipts over (under) Expenditures	(27,045)	9,367		
UNENCUMBERED CASH, BEGINNING BALANCE	62,787	35,742		
UNENCUMBERED CASH, ENDING BALANCE	\$ 35,742	\$ 45,110		

CITY OF GLASCO, KANSAS

LIBRARY FUND

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES- ACTUAL AND BUDGET
YEAR ENDED DECEMBER 31, 2017**

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance Favorable (Unfavorable)</u>
CASH RECEIPTS:				
Ad Valorem Property Tax	\$ 6,006	\$ 5,751	6,257	(506)
Delinquent Tax	323	187	-	187
Motor Vehicle Tax	1,901	1,717	1,980	(263)
Recreational Vehicle Tax	45	51	44	7
16/20 M Truck Tax	27	75	40	35
Other				
	<u>8,302</u>	<u>7,781</u>	\$ <u>8,321</u>	\$ <u>(540)</u>
Total Cash Receipts				
EXPENDITURES:				
Appropriations	<u>8,420</u>	<u>7,781</u>	\$ <u>8,300</u>	\$ <u></u>
Total Expenditures	<u>8,420</u>	<u>7,781</u>	\$ <u>8,300</u>	\$ <u></u>
Receipts over (under) Expenditures	(118)	0		
UNENCUMBERED CASH, BEGINNING BALANCE	<u>140</u>	<u>22</u>		
UNENCUMBERED CASH, ENDING BALANCE	\$ <u>22</u>	\$ <u>22</u>		

CITY OF GLASCO, KANSAS

EMPLOYEE BENEFITS FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

YEAR ENDED DECEMBER 31, 2017

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance Favorable (Unfavorable)</u>
CASH RECEIPTS:				
Ad Valorem Property Tax	\$ 9,529	\$ 7,499	\$ 7,745	\$ (246)
Delinquent Tax	318	240	-	240
Motor Vehicle Tax	1,955	2,754	3,176	(422)
Recreational Vehicle Tax	38	81	70	11
16/20 M Truck Tax	39	120	64	56
Total Cash Receipts	11,879	10,695	\$ <u>11,055</u>	\$ <u>(361)</u>
EXPENDITURES:				
Other			\$	\$ 0
Health Insurance	12,000	10,000	12,000	
Unemployment Insurance				0
Total Expenditures	12,000	10,000	\$ <u>12,000</u>	\$ <u>0</u>
Receipts over (under) Expenditures	(121)	695		
UNENCUMBERED CASH, BEGINNING BALANCE	<u>22,480</u>	<u>22,359</u>		
UNENCUMBERED CASH, ENDING BALANCE	\$ <u>22,359</u>	\$ <u>23,054</u>		

CITY OF GLASCO, KANSAS

SPECIAL HIGHWAY FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

YEAR ENDED DECEMBER 31, 2017

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance Favorable (Unfavorable)</u>
CASH RECEIPTS:				
State of Kansas Gas Tax	\$ <u>12,786</u>	\$ <u>12,663</u>	\$ <u>12,780</u>	\$ <u>(117)</u>
Total Cash Receipts	<u>12,786</u>	<u>12,663</u>	\$ <u><u>12,780</u></u>	\$ <u><u>(117)</u></u>
EXPENDITURES				
Contractual Services		21,425	\$	\$ (21,425)
Commodities		1,557	19,509	17,952
Capital Outlay	<u> </u>	<u>-</u>	<u> </u>	<u> </u>
Total Expenditures	<u> </u>	<u>22,982</u>	\$ <u><u>19,509</u></u>	\$ <u><u>(3,473)</u></u>
Receipts over (under) Expenditures	<u>12,786</u>	<u>(10,319)</u>		
UNENCUMBERED CASH, BEGINNING BALANCE	<u>17,089</u>	<u>29,875</u>		
UNENCUMBERED CASH, ENDING BALANCE	\$ <u><u>29,875</u></u>	\$ <u><u>19,556</u></u>		

CITY OF GLASCO, KANSAS

SPECIAL STREET IMPROVEMENT FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

YEAR ENDED DECEMBER 31, 2017

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance Favorable (Unfavorable)</u>
CASH RECEIPTS:				
Transfers In	\$ 30,000	\$ 30,000	\$ 30,000	\$ 0
Reimbursement			0	0
Total Cash Receipts	30,000	30,000	<u>\$ 30,000</u>	<u>\$ 0</u>
EXPENDITURES:				
Street Repairs	<u>8,062</u>	<u>0</u>	\$ <u>45,864</u>	\$ <u>45,864</u>
Total Expenditures	<u>8,062</u>	<u>0</u>	<u>\$ 45,864</u>	<u>\$ 45,864</u>
Receipts over (under) Expenditures	21,938	30,000		
UNENCUMBERED CASH, BEGINNING BALANCE	<u>30,864</u>	<u>52,802</u>		
UNENCUMBERED CASH, ENDING BALANCE	\$ <u>52,802</u>	\$ <u>82,802</u>		

CITY OF GLASCO, KANSAS

CEMETERY FUND

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
YEAR ENDED DECEMBER 31, 2017**

	2016 Actual	2017 Actual	2017 Budget	Variance Favorable (Unfavorable)
CASH RECEIPTS:				
Cemetery District Tax Levies	\$ 30,777	\$ 27,719	\$ 27,995	\$ (276)
Burial Fees and Lot Sales	1,600	900	0	900
Other	0	0	0	0
Interest on Investments	79	96	0	96
Total Cash Receipts	32,456	28,715	\$ 27,995	\$ 720
EXPENDITURES:				
Administrative Salary	10,811	10,119	\$ 14,000	\$ 3,881
Employee Benefits	1,610	1,760	0	(1,760)
Insurance	1,265	1,000	800	(200)
Publication	120	81	100	19
Contractual Services	3,100	3,346	0	(3,346)
Mowing	674	178		(178)
Utilities	0	0		0
Grave Opening and Closing				
Fuel, Oil, Repairs and Supplies	3,956	4,455	18,000	13,545
Transfers				0
Capital Improvements	7,849	0	12,000	12,000
Equipment and Machinery Fund				0
Other	75	200	0	(200)
Total Expenditures	29,460	21,139	\$ 44,900	\$ 23,761
Receipts over (under) Expenditures	2,996	7,576		
UNENCUMBERED CASH, BEGINNING BALANCE	35,238	38,233		
UNENCUMBERED CASH, ENDING BALANCE	\$ 38,233	\$ 45,809		

CITY OF GLASCO, KANSAS

DEMOLITION FUND

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
YEAR ENDED DECEMBER 31, 2017**

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance Favorable (Unfavorable)</u>
CASH RECEIPTS:				
Transfers In	\$ 5,000	\$ 5,000	\$ 5,000	\$
Total Cash Receipts	5,000	5,000	\$	\$
EXPENDITURES				
Demolition Costs	-	2,030	\$ 15,000	\$ 12,970
Legal Services	-	-		0
Contractual Services	-	684	0	(684)
Inspection and Publication Cost				0
Total Expenditures	-	2,714	\$ 15,000	\$ 12,286
Receipts over (under) Expenditures	5,000	2,286		
UNENCUMBERED CASH, BEGINNING BALANCE	<u>21,204</u>	<u>26,204</u>		
UNENCUMBERED CASH, ENDING BALANCE	\$ <u>26,204</u>	\$ <u>28,490</u>		

CITY OF GLASCO, KANSAS

**NONBUDGETED SPECIAL REVENUE FUNDS
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
YEAR ENDED DECEMBER 31, 2017**

	<u>YOUTH PROGRAMS</u>	<u>COMMUNITY IMPROVEMENT</u>	<u>TREE</u>	<u>DONATIONS</u>
CASH RECEIPTS:				
Donations	\$	\$	\$	\$ 20,546
Contributions				475
Interest Income		153		
Total Cash Receipts		153		21,021
EXPENDITURES:				
Expenditures	0	0	0	1,760
Total Expenditures	0	0	0	1,760
Receipts over (under) Expenditures	0	153	0	19,261
UNENCUMBERED CASH, BEGINNING BALANCE	\$ 1,768	\$ 20,080	\$ 36	\$ 11,563
UNENCUMBERED CASH, ENDING BALANCE	\$ 1,768	\$ 20,234	\$ 36	\$ 30,824

CITY OF GLASCO, KANSAS

ELECTRIC FUND

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
YEAR ENDED DECEMBER 31, 2017**

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance Favorable (Unfavorable)</u>
CASH RECEIPTS:				
Electric Sales	\$ 411,295	\$ 409,343	\$ 414,000	\$ (4,657)
Other Reimbursements	<u>4,227</u>	<u>11,278</u>	<u>-</u>	<u>11,278</u>
Total Cash Receipts	415,521	420,620	<u>\$ 414,000</u>	<u>\$ 6,620</u>
EXPENDITURES:				
Personal Services	50,402	51,999	\$ 85,000	\$ 33,001
Employee Benefits	31,678	33,431	0	(33,431)
Contractual Services	36,945	50,931	75,000	24,069
Commodities	21,843	44,138	44,609	471
Purchased Power	178,951	186,980	210,000	23,020
Capital Outlay	0	7,000	175,000	168,000
Other		5,572	0	(5,572)
Transfer to other Funds	<u>0</u>	<u>85,000</u>	<u>85,000</u>	<u>0</u>
Total Expenditures	<u>319,820</u>	<u>465,051</u>	<u>\$ 674,609</u>	<u>\$ 209,558</u>
Receipts over (under) Expenditures	95,702	(44,431)		
UNENCUMBERED CASH, BEGINNING BALANCE	<u>199,548</u>	<u>295,250</u>		
UNENCUMBERED CASH, ENDING BALANCE	<u>\$ 295,250</u>	<u>\$ 250,819</u>		

CITY OF GLASCO, KANSAS

ELECTRIC RESERVE FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
YEAR ENDED DECEMBER 31, 2017

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance Favorable (Unfavorable)</u>
CASH RECEIPTS:				
Transfers In	\$ <u> </u>	\$ <u>10,000</u>	\$ <u> 0</u>	\$ <u>10,000</u>
Total Cash Receipts	0	10,000	\$ <u> 0</u>	\$ <u>10,000</u>
EXPENDITURES:				
Capital Outlay	<u> </u>	<u> </u>	\$ <u> </u>	\$ <u> </u>
Total Expenditures	<u> </u>	<u> </u>	\$ <u> 0</u>	\$ <u> </u>
Receipts over (under) Expenditures	0	10,000		
UNENCUMBERED CASH, BEGINNING BALANCE	<u>330,807</u>	<u>330,807</u>		
UNENCUMBERED CASH, ENDING BALANCE	\$ <u>330,807</u>	\$ <u>340,807</u>		

CITY OF GLASCO, KANSAS

WATER FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
YEAR ENDED DECEMBER 31, 2017

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance Favorable (Unfavorable)</u>
CASH RECEIPTS:				
Water Sales	\$ 165,963	\$ 158,794	\$ 173,000	\$ (14,206)
Miscellaneous	<u>2,000</u>	<u>3,032</u>		<u>3,032</u>
Total Cash Receipts	167,963	161,826	<u>\$ 173,000</u>	<u>\$ (11,174)</u>
EXPENDITURES:				
Personal Services	32,949	34,088	\$ 50,000	\$ 15,912
Employee Benefits	18,063	21,375		(21,375)
Contractual Services	30,202	11,909	40,000	28,091
Commodities	10,896	8,856	37,065	28,209
Water Purchases	21,656	15,109	20,000	4,891
Capital Outlay	38,890		35,000	35,000
Transfer to other Funds	<u>35,000</u>	<u>10,000</u>	<u>10,000</u>	
Total Expenditures	<u>187,655</u>	<u>101,337</u>	<u>\$ 192,065</u>	<u>\$ 90,729</u>
Receipts over (under) Expenditures	(19,693)	60,489		
UNENCUMBERED CASH, BEGINNING BALANCE	<u>48,506</u>	<u>28,813</u>		
UNENCUMBERED CASH, ENDING BALANCE	<u>\$ 28,813</u>	<u>\$ 89,302</u>		

CITY OF GLASCO, KANSAS

WATER RESERVE FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
YEAR ENDED DECEMBER 31, 2017

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance Favorable (Unfavorable)</u>
CASH RECEIPTS:				
Transfers In	\$ <u>5,000</u>	\$ <u> </u>	\$ <u>0</u>	\$ <u>0</u>
Total Cash Receipts	5,000	0	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>
EXPENDITURES:				
Capital Outlay	<u> </u>	<u> </u>	\$ <u> </u>	\$ <u> </u>
Total Expenditures	<u> </u>	<u> </u>	<u><u>\$ 0</u></u>	<u><u>\$ </u></u>
Receipts over (under) Expenditures	5,000	0		
UNENCUMBERED CASH, BEGINNING BALANCE	<u>105,234</u>	<u>110,234</u>		
UNENCUMBERED CASH, ENDING BALANCE	\$ <u><u>110,234</u></u>	\$ <u><u>110,234</u></u>		

CITY OF GLASCO, KANSAS

**SEWER AND SOLID WASTE FUND
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
YEAR ENDED DECEMBER 31, 2017**

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance Favorable (Unfavorable)</u>
CASH RECEIPTS:				
Sewer Charges	\$ 111,944	\$ 109,274	\$ 112,000	\$ (2,726)
Miscellaneous	<u>2,000</u>	<u>1,000</u>		<u>1,000</u>
Total Cash Receipts	113,944	110,274	<u>\$ 112,000</u>	<u>\$ (2,726)</u>
EXPENDITURES:				
Personal Services	6,896	7,118	\$ 13,442	\$ 6,324
Employee Benefits	3,567	4,343		(4,343)
Contractual Services	16,083	8,622	15,000	6,378
Commodities	2,749	2,885	5,000	2,115
Capital Outlay			2,000	2,000
Landfill Fees	24,794	25,723	27,000	1,277
Hauling Fees	22,354	29,043	30,000	957
Sewer Loan	12,023	12,023	12,023	0
Transfer to Other Funds	<u>45,000</u>	<u>20,000</u>	<u>20,000</u>	
Total Expenditures	<u>133,465</u>	<u>109,757</u>	<u>\$ 124,465</u>	<u>\$ 14,708</u>
Receipts over (under) Expenditures	(19,521)	517		
UNENCUMBERED CASH, BEGINNING BALANCE	<u>23,910</u>	<u>4,390</u>		
UNENCUMBERED CASH, ENDING BALANCE	<u>\$ 4,390</u>	<u>\$ 4,907</u>		

CITY OF GLASCO, KANSAS

SEWER RESERVE FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
YEAR ENDED DECEMBER 31, 2017

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance Favorable (Unfavorable)</u>
CASH RECEIPTS:				
Transfers In	\$ <u>25,000</u>	\$ <u>20,000</u>	\$ <u>0</u>	\$ <u>20,000</u>
Total Cash Receipts	25,000	20,000	\$ <u><u>0</u></u>	\$ <u><u>20,000</u></u>
EXPENDITURES:				
Capital Outlay	<u>0</u>	<u>100,000</u>	\$ <u>0</u>	\$ <u>(100,000)</u>
Total Expenditures	<u>0</u>	<u>100,000</u>	\$ <u><u>0</u></u>	\$ <u><u>(100,000)</u></u>
Receipts over (under) Expenditures	25,000	(80,000)		
UNENCUMBERED CASH, BEGINNING BALANCE	<u>87,976</u>	<u>112,976</u>		
UNENCUMBERED CASH, ENDING BALANCE	\$ <u><u>112,976</u></u>	\$ <u><u>32,976</u></u>		

CITY OF GLASCO, KANSAS

METER DEPOSIT FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL YEAR ENDED DECEMBER 31, 2017

	2016 Actual	2017 Actual
CASH RECEIPTS:		
Meter deposits	\$ 5,900	\$ 3,650
Total Cash Receipts	5,900	3,650
CASH DISBURSEMENTS:		
Meter deposit refunds	351	507
Total Cash Disbursements	351	507
Receipts over (under) Disbursements	5,549	3,143
UNENCUMBERED CASH, BEGINNING BALANCE	12,567	18,117
UNENCUMBERED CASH, ENDING BALANCE	\$ 18,117	\$ 21,261

CITY OF GLASCO, KANSAS

**MACHINERY RESERVE FUND
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
YEAR ENDED DECEMBER 31, 2017**

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance Favorable (Unfavorable)</u>
CASH RECEIPTS:				
Transfers In	\$ <u>20,000</u>	\$ <u>15,000</u>	\$ _____	\$ <u>(15,000)</u>
Total Cash Receipts	20,000	15,000	\$ <u><u>0</u></u>	\$ <u><u>(15,000)</u></u>
EXPENDITURES:				
Capital Outlay	<u>0</u>	<u>34,694</u>	\$ _____	\$ _____
Total Expenditures	<u>0</u>	<u>34,694</u>	\$ <u><u>0</u></u>	\$ <u><u> </u></u>
Receipts over (under) Expenditures	20,000	(19,694)		
UNENCUMBERED CASH, BEGINNING BALANCE	<u>55,000</u>	<u>75,000</u>		
UNENCUMBERED CASH, ENDING BALANCE	\$ <u><u>75,000</u></u>	\$ <u><u>55,306</u></u>		

CITY OF GLASCO, KANSAS

**GLASCO PUBLIC LIBRARY - COMPONENT UNIT
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
YEAR ENDED DECEMBER 31, 2017**

	General Fund	Desk and Petty Cash	Special Memorial	Special Equipment	CKLS	State Aid	Memo Total
CASH RECEIPTS:							
Appropriations from City	\$ 7,781	\$	\$	\$	\$	\$	\$ 7,781
State of Kansas							
Fines, fees, copy machine, etc.	405	112			3,723	144	3,867
Books and videos							517
Donations - Memorials	370						0
Interest			7	10			370
							17
Total Cash Receipts	8,556	112	7	10	3,723	144	12,552
EXPENDITURES:							
Salaries and payroll taxes	6,666				2,146		8,811
Books, magazines and videos	-				2,565	144	2,709
Operating supplies and expense	1,199	79			129		1,406
Insurance and bond premiums	208				-		208
Telephone and internet services	292				611		903
Other		4			-		4
Memberships and mileage	-				88		88
Total Expenditures	8,777	83	0		5,539	144	14,542
Receipts over (under) Expenditures	(222)	29	7	10	(1,816)	0	(1,991)
UNENCUMBERED CASH, BEGINNING BALANCE	12,837	\$ 26	\$ 4,726	\$ 6,775	\$ 4,496	\$ 0	\$ 28,860
UNENCUMBERED CASH, ENDING BALANCE	\$ 12,615	\$ 55	\$ 4,733	\$ 6,785	\$ 2,681	\$ 0	\$ 26,869
COMPOSITION OF CASH:							
State Bank of Delphos - Checking							\$ 15,296
State Bank of Delphos - Savings							6,785
State Bank of Delphos - Savings							4,733
Petty cash							55
Total Reporting Entity							\$ 26,869